



◆◆◆ AGENDA ◆◆◆

POLICE & FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3177 – THURSDAY, JANUARY 4, 2018

9:00 A.M.

CHAIRMAN: JOHN SERDA

VICE CHAIRMAN: JEFFREY PEGG

!!

ROLL CALL (EXCUSED: TRUSTEE JOSEPH ENGLISH)

AGENDA APPROVAL

DISABILITIES & RE-EXAMS PAGE 11

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RECEIPTS (ACKNOWLEDGE ONLY) PAGE 13

DISBURSEMENTS SEPARATE SUBMISSION

REFUNDS SEPARATE SUBMISSION

EMPLOYEE LOANS SEPARATE SUBMISSION

MINUTES FOR DISTRIBUTION: DECEMBER 7, 2017

MINUTES FOR APPROVAL: NOVEMBER 16, 2017

EXECUTIVE DIRECTOR'S REPORT

CHIEF INVESTMENT OFFICER'S REPORT

PUBLIC RELATIONS ADVISOR'S REPORT

LOBBYIST'S REPORT

GENERAL COUNSEL'S REPORT

COMMITTEE REPORT

INVESTMENT COMMITTEE REPORT

JANUARY 4, 2018

10:00 A.M. – DR. O’NEAL

10:30 A.M.

11:00 A.M. – PLANTE MORAN

11:30 A.M.

12:00 P.M. - LEGAL DISCUSSION

12:30 P.M.

JANUARY 11, 2018

NO MEETING

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3177 – THURSDAY – JANUARY 4, 2018

JANUARY 18, 2018

10:00 A.M. – UHY ERP UPDATE

10:30 A.M.

11:00 A.M. – FUNDING POLICY DISCUSSION

11:30 A.M.

12:00 P.M.

**2018 MEETING SCHEDULE
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM***

<u>DAY</u>	<u>DATE</u>	<u>TIME</u>	<u>LOCATION</u>
THURSDAY	JANUARY 18, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	FEBRUARY 1, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	FEBRUARY 15, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	MARCH 1, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	MARCH 15, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	APRIL 5, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	APRIL 19, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	MAY 3, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	MAY 17, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	JUNE 7, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	JUNE 21, 2018	09:00 A.M.	CONFERENCE ROOM

**2018 MEETING SCHEDULE
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM* - CONTINUED**

DAY	DATE	TIME	LOCATION
THURSDAY	JULY 5, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	JULY 19, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	AUGUST 2, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	AUGUST 16, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	SEPTEMBER 6, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	SEPTEMBER 20, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	OCTOBER 4, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	OCTOBER 18, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	NOVEMBER 1, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	NOVEMBER 15, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	DECEMBER 6, 2018	09:00 A.M.	CONFERENCE ROOM
THURSDAY	DECEMBER 20, 2018	09:00 A.M.	CONFERENCE ROOM

***MEETING DATES/TIMES SUBJECT TO CHANGE. ANY DATE/TIME CHANGES WILL BE IMMEDIATELY
AND APPROPRIATELY POSTED.**

POLICE AND FIRE INVESTMENT COMMITTEE
2018 MEETING SCHEDULE*

DAY	DATE	TIME	LOCATION
MONDAY	JANUARY 22, 2018	10:00 A.M.	CONFERENCE ROOM - TELECONFERENCE
MONDAY	MARCH 5, 2018	10:00 A.M.	CONFERENCE ROOM
MONDAY	MAY 21, 2018	10:00 A.M.	CONFERENCE ROOM - TELECONFERENCE
MONDAY	JULY 16, 2018	10:00 A.M.	CONFERENCE ROOM - TELECONFERENCE
MONDAY	AUGUST 27, 2018	10:00 A.M.	CONFERENCE ROOM
MONDAY	OCTOBER 22, 2018	10:00 A.M.	CONFERENCE ROOM
MONDAY	DECEMBER 17, 2018	09:00 A.M.	CONFERENCE ROOM - TELECONFERENCE

***MEETING DATES/TIMES SUBJECT TO CHANGE. ANY DATE/TIME CHANGES WILL BE IMMEDIATELY AND APPROPRIATELY POSTED.**

**2018 DISABILITY AND RE-EXAM REPORTING SCHEDULE
MEDICAL DIRECTOR FOR THE POLICE AND FIRE RETIREMENT SYSTEM***

<u>DAY</u>	<u>DATE</u>	<u>TIME</u>	<u>LOCATION</u>
THURSDAY	FEBRUARY 1, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	MARCH 1, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	APRIL 5, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	MAY 3, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	JUNE 7, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	JULY 5, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	AUGUST 2, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	SEPTEMBER 6, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	OCTOBER 4, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	NOVEMBER 1, 2018	10:00 A.M.	CONFERENCE ROOM
THURSDAY	DECEMBER 6, 2018	10:00 A.M.	CONFERENCE ROOM

***MEETING DATES/TIMES SUBJECT TO CHANGE. ANY DATE/TIME CHANGES WILL BE
IMMEDIATELY AND APPROPRIATELY POSTED.**

TABLED MOTIONS

TABLED OCTOBER 16, 2014: TRUSTEE ORZECH'S MOTION (SUPPORTED BY TRUSTEE PEGG) THAT PAYMENT OF ATTORNEY FEES BE CAPPED AT \$300 UNLESS PAYMENT OF A HIGHER FEE IS SANCTIONED BY THE BOARD

MANAGER WATCH LIST

CBRE CLARION GLOBAL REIT (REAL ESTATE MANAGER) – REAL ESTATE – PLACED ON WATCH LIST DECEMBER 16, 2016 – THREE-YEAR INVESTMENT PERFORMANCE BELOW POLICY AND MEDIAN – THREE-YEAR NUMBER BELOW POLICY BENCHMARK

PENN CAPITAL MANAGEMENT (FIXED INCOME INVESTMENT MANAGER) – HIGH YIELD - PLACED ON WATCH LIST MARCH 16, 2016 - THREE-YEAR INVESTMENT PERFORMANCE BELOW POLICY AND MEDIAN – THREE-YEAR NUMBER BELOW POLICY BENCHMARK

TT INTERNATIONAL (NON-U.S. EQUITY INVESTMENT MANAGER) – NON-U.S. EQUITY – PLACED ON WATCH LIST DECEMBER 16, 2016 – THREE-YEAR INVESTMENT PERFORMANCE BELOW POLICY AND MEDIAN – CHALLENGING FOURTH QUARTER PUSHED THREE-YEAR PERFORMANCE BELOW POLICY AND MEDIAN

WELLS CAPITAL MANAGEMENT (U.S. EQUITY INVESTMENT MANAGER) – SMALL-CAP GROWTH – PLACED ON WATCH LIST MARCH 16, 2016 – THREE-YEAR INVESTMENT PERFORMANCE BELOW POLICY AND MEDIAN – THREE-YEAR NUMBER BELOW POLICY BENCHMARK

COMMITTEES

BUDGET – DIAZ, MCLELLAN, WATSON

CUSTOMER SERVICE – ENGLISH, NEARY, PEGG

DISABILITY – DIAZ, ENGLISH, MOSLIMANI, NEARY, GENERAL COUNSEL RONALD A. KING

DROP (DEFERRED RETIREMENT OPTION PLAN) – DIAZ, GNATEK, PEGG, WATSON, GENERAL COUNSEL RONALD A. KING

INFORMATION TECHNOLOGY – ENGLISH, NEARY, PEGG, TUCKER

INVESTMENT POLICIES, PROCEDURES AND GUIDELINES – DIAZ, NEARY, PEGG, GENERAL COUNSEL RONALD A. KING, CHIEF INVESTMENT OFFICER RYAN C. BIGELOW

INVESTMENT ROUNDTABLE – DIAZ, MCLELLAN, NEARY, PEGG, ROBERSON, CHIEF INVESTMENT OFFICER RYAN C. BIGELOW

COMMITTEES - CONTINUED

JOINT FOUNDATION ESTABLISHMENT – PFRS: JAMES, JONES, PEGG – GRS: BENSON, NICKLEBERRY

JOINT PERSONNEL – PFRS: NAGLICK, NEARY, SERDA – GRS: NICKLEBERRY, SHEEHAN, HALL-WAGNER

LEGAL REVIEW – DIAZ, JAMES, MOSLIMANI, PEGG, ROBERSON

NEWSLETTER/WEBSITE – DIAZ, GNATEK, PEGG

POLICY – JAMES, NEARY, PEGG

PUBLIC RELATIONS – DIAZ, ENGLISH, NAGLICK, PEGG, SERDA, EXECUTIVE DIRECTOR DAVID CETLINSKI, GENERAL COUNSEL RONALD A. KING

SEVENTEENTH (17th) BOARD MEMBER – GNATEK, NEARY, PEGG, EXECUTIVE DIRECTOR DAVID CETLINSKI

PFRS SPECIAL LEGAL COUNSEL

CLARK HILL, PLC – CHAPTER 9/POST-CHAPTER 9 BANKRUPTCY; NOVEMBER 22, 2010 DETROIT FREE PRESS FOIA REQUEST; SANDWEISS LAW CENTER VERSUS PFRS/GRS; KEITH BROOKS; TRADEWINDS AIRLINES, INC.; PITG GAMING; SHARP VERSUS PFRS; FLYNN LITIGATION; INVESCOR, LTD.; RETRO PAYMENT REQUEST OF JOSEPH MCKINNEY

COUZENS, LANSKY, ELLIS, FEALK, ROEDER & LAZAR, P.C. (DON WAGNER) – WESTIN BOOK CADILLAC

DAVIDSON, P.C., F. LOGAN – PARAMOUNT LAND HOLDINGS; ENVIRONMENTAL DISPOSAL SYSTEMS, INC.; 501 (C) 25 TAX FILINGS; CAPREIT-TERA; ONYX CAPITAL ADVISORS; WASHINGTON PLAZA; TCR AFFORDABLE APARTMENT PORTFOLIO

GUREWITZ, MARY ELLEN – EMPLOYER CONTRIBUTIONS DUE THE SYSTEM

RACINE & ASSOCIATES (MARIE T. RACINE) – PARAMOUNT LAND HOLDINGS, LLC

SULLIVAN, ASHER, PATTON & WARD P.C. – NO PENDING CASES

VANOVERBEKE, MICHAUD & TIMMONY, P.C. (JACK TIMMONY)

WALKER, P.C., LAWRENCE – JERRY Q. FRANKS; DIAN NELSON; STATE TREASURER VERSUS GEORGE W. ALLEN, ET AL

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3177 – THURSDAY – JANUARY 4, 2018

PFRS GENERAL COUNSEL

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POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3177 – THURSDAY – JANUARY 4, 2018

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PFRS ACCOUNTING FIRM

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PFRS VALUATION FIRM

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SOUTHFIELD, MICHIGAN 48075
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EMAIL: CTHOMPSON@SRR.COM

DISABILITY RETIREMENT APPLICATIONS

MEMBER INFORMATION		APPROVE	DENY	TABLE	APPEAL
NAME/PENSION NUMBER	JOSH GILMORE - 254727				
TITLE/DEPARTMENT	FIRE FIGHTER/DRIVER - FIRE				
DISABILITY TYPE/PLAN	DUTY - NEW				
INJURY/INJURIES	BIPOLAR DISORDER AND DEPRESSION				
MEDICAL DIRECTOR'S RECOMMENDATION					

RE-EXAMINATIONS

NAME PENSION NUMBER DEPARTMENT DISABILITY TYPE RE-EXAM NUMBER	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH RETIRANT RECEIVING NEXT RE-EXAM IN ONE (1) YEAR UNLESS OTHERWISE DIRECTED	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH NO FURTHER RE-EXAMS BEING NECESSARY FOR RETIRANT UNLESS OTHERWISE DIRECTED	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH RETIRANT RECEIVING NEXT RE-EXAM AT MEDICAL DIRECTOR'S OFFICE UNLESS OTHERWISE DIRECTED
NORMAN BROWN, JR. - 234204 - FIRE - DUTY - 4TH			
DENNIS HOOD - 232791 - FIRE - DUTY - 5TH			
CHARLES IMMAN - 236811 - FIRE - DUTY - 5TH			
DERWIN LENARD - 232760 - FIRE DUTY - 4TH			

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
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HYBRID APPLICATIONS

NAME-TITLE-DEPARTMENT: FAITH GARY – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 03 05 00 – 11 28 17

NAME-TITLE-DEPARTMENT: WILLIAM JACKSON – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 03 05 00 – 11 29 17

NAME-TITLE-DEPARTMENT: KERRY PETTIES – OFFICER - POLICE
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 03 04 00 – 11 14 17

DROP APPLICATIONS

NAME-TITLE-DEPARTMENT: FAITH GARY – SERGEANT
RETIREMENT TYPE-PLAN: DROP – NEW
SERVICE CREDIT-EFFECTIVE DATE: 19 07 03 – 11 28 17

NAME-TITLE-DEPARTMENT: WILLIAM JACKSDON – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 19 07 03 – 11 29 17

NAME-TITLE-DEPARTMENT: KERRY PETTIES – SERGEANT - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 22 10 06 – 11 14 17

RETIREMENT APPLICATIONS

NAME-TITLE-DEPARTMENT: GREGORY DAVIS – FIRE FIGHTER - FIRE
RETIREMENT TYPE-PLAN: SERVICE - NEW
SERVICE CREDIT-EFFECTIVE DATE: 16 07 20 – 12 01 17

RECEIPTS

The Police & Fire Retirement System of the City of Detroit Receipts for Acknowledgement			
12/4/17-12/29/17			
REMITTER	WIRE DATE	DESCRIPTION	AMOUNT
RECEIPTS			
Alex Brown Realty - Beethoven	12/04/17	Distribution	11,577.24
ABR Cheapeake V	12/08/18	Distribution	323,289.06
Credit Suisse	12/08/18	Distribution	5,000,000.00
GUID ENH GRN TERR FD	12/11/18	Distribution	723,160.12
Mesirow Arbitrage	12/14/18	Distribution	12,490.31
USPF III Leveraged Feeder	12/20/18	Distribution	100,959.64
LA Capital Global Equity	12/20/17	Distribution	7,500,000.00
Hamilton Lane	12/20/17	Distribution	1,369,600.95
CBRE Clarion REIT	12/21/17	Distribution	7,500,000.00
LA Capital Global Equity	12/21/17	Distribution	7,500,000.00
Rhumbline Russel 1000	12/21/17	Distribution	15,000,000.00
LA Capital Global Equity	12/21/17	Distribution	7,500,000.00
Tailwind Capital	12/22/17	Distribution	5,998.00
Police Fire City Detroit CR CL ETY	12/28/17	Distribution	242,912.93
American Realty Advisors	12/28/17	Distribution	1,673,000.00
EQUUS Investment Partners X	12/28/17	Distribution	355,713.00
Valstone Opportunity Investment IV	12/29/17	Distribution	757,385.57
PRISA II Prudential	12/29/17	Distribution	154,083.37
FIRST INDEPENDENCE BANK	12/06/17	Loan Deductions	41,835.45
FIRST INDEPENDENCE BANK	12/15/17	Loan Deductions	132,874.44
FIRST INDEPENDENCE BANK	12/22/17	Loan Deductions	44,345.51
FIRST INDEPENDENCE BANK	12/27/17	Loan Deductions	129,273.95
CITY OF DETROIT	12/08/17	Weekly Mandatory Employee Contribution	262,008.73
CITY OF DETROIT	12/08/17	Weekly Annuity Contribution	573.94
CITY OF DETROIT	12/15/17	Weekly Mandatory Employee Contribution	86,115.04
CITY OF DETROIT	12/15/17	Weekly Annuity Contribution	226.87
CITY OF DETROIT	12/21/17	Weekly Mandatory Employee Contribution	263,265.44
CITY OF DETROIT	12/21/17	Weekly Annuity Contribution	573.94
CITY OF DETROIT	12/27/17	Weekly Mandatory Employee Contribution	
CITY OF DETROIT	12/27/17	Weekly Annuity Contribution	
		TOTAL RECEIPTS	\$ 56,691,263.50